COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING)CASE NO.OF KIRKSVILLE WATER ASSOCIATION)2015-00225

ORDER

On July 8, 2015, Kirksville Water Association ("Kirksville") submitted an application for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Kirksville purchases water from Richmond Utilities ("Richmond").

2. Richmond notified Kirksville that on July 1, 2015, its wholesale water rate to Kirksville would increase from \$2.31626 per 100 cubic feet to \$2.35332 per 100 cubic feet.² Kirksville proposes to increase the water rates to its customers effective July 1, 2015, to reflect the increased cost of purchased water.

3. During the 12 months ending April 30, 2015, Kirksville purchased 14,613,200 cubic feet of water from Richmond and sold 90,799,840 gallons of water during the same 12 months. The increase in the cost of purchased water is \$5,415.66, resulting in a purchased water adjustment factor of \$0.06 per 1,000 gallons.

¹ KRS 278.012; 807 KAR 5:068.

² TFS 2015-00320 (Ky. PSC filed May 15, 2015); The tariff was accepted for filing by the Commission by letter dated July 1, 2015.

4. The purchased water adjustment factor of \$0.06 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

5. Kirksville's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after July 1, 2015.

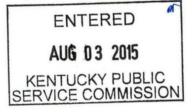
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.06 per 1,000 gallons is approved.

2. Kirksville's proposed rates are approved for service rendered on or after July 1, 2015.

3. Within 20 days of the date of this Order, Kirksville shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:

Executive Director

Case No. 2015-00225

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00225 DATED AUG 0 3 2015

	New Rate	Base Rate	
Richmond			
Purchases in cubic feet	14,613,200	14,613,200	
Volumetric rate	\$2.35332/100	\$2.31626/100	
	\$ 343,895.36	\$ 338,479.70	

Increased water cost

\$5,415.66

Increased water cost Divided by gallons sold/1,000 \$ 5,415.66 <u>90,799,840</u> \$ 0.0596

Purchased water adjustment factor

\$0.06 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00225 DATED AUG 0 3 2015

The following rates and charges are prescribed for the customers in the area served by Kirksville Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES AND CHARGES

First 2,000 gallons

Next 3,000 gallons

Next 5,000 gallons

Over 10,000 gallons

\$ 17.76 Minimum Bill

8.56 per 1,000 gallons

7.22 per 1,000 gallons

6.11 per 1,000 gallons

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